GOVERNMENT OF INDIA
CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION
LOK SABHA

UNSTARRED QUESTION NO:5370
ANSWERED ON:06.09.2011
ESTABLISHMENT COST OF CWC
Kodikunnil Shri Suresh

Will the Minister of CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION be pleased to state:

(a) the total establishment cost of the Central Warehousing Corporation (CWC) vis-a-vis its total expenditure during each of the last three years and the current year;

(b) whether the steps taken by the Government to reduce the establishment cost of CWC have proved effective;

(c) if so, the details thereof; and

(d) if not, the reasons therefor?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) FOR CONSUMER AFFAIRS, FOOD & PUBLIC DISTRIBUTION (PROF. K.V. THOMAS)

(a): The establishment cost of the CWC vis-Ã -vis the total expenditure during the last three years and the current year

(upto July, 2011) is at Annexure.

The increase in establishment cost during 2009-10 was due to revision of fringe benefits as well as provisions made due to enhancement of the ceiling on gratuity from Rs. 3.50 lakh to Rs. 10 lakh.

(b) to (d): In order to reduce the administrative cost, CWC has taken several measures such as reduction in non-plan expenditure on heads like telephone, TA/DA, Advertisement, entertainment, etc. 13 (thirteen) number of Construction Cells of CWC have also been closed, retaining only 04 construction cells. The total number of employees on the rolls has been getting reduced every year progressively, resulting in reduction of establishment cost proportionally.

The turn over per employee which was Rs. 14.31 lakh in 2008-09 had increased to Rs. 18.17 lakh in 2010-11 which indicates the efficient utilization of manpower in the Corporation.